



June 10, 2014 (Updated June 24, 2014)

Announcement 747

Brand Name Medications on PDL Pay at “Lesser-of Logic” Pricing

Effective with claims submitted on or after December 2, 2011, brand name medications listed on the Preferred Drug List (PDL) will pay at pricing that follows the standard “Lesser-of Logic,” bypassing the Maximum Allowable Cost (MAC), to reimburse at the next lowest cost in the algorithm.

Pharmacy Point of Sale (POS) claims were automatically reprocessed so pharmacy providers have already received any balance due. Physician Administered Drug (PAD) claims will be reprocessed and any balance due will be included on a future remittance advice.